

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION
FINANCIAL STATEMENTS 2011



WA Professionals

Audit • Assurance • Consulting • Taxation

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WA Professionals
(Wale Adeleke & Co.)

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011

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CORPORATE INFORMATION

REGISTERED TRUSTEES:

Dr. Olajide Idowu
Mr. Francis Van Lare
Barrister Kingsley Essien
Mr. Feyisola Dinyo

DATE OF INCORPORATION

14th of February, 2005

EXECUTIVE OFFICERS

Mr. Francis Van Lare - President
Mr. Feyisola Dinyo - Vice President 1 (School)
Bar. Kingsley Essein - Vice President 11 (Government)

PAST PRESIDENTS:

Engr. Oladipo Olokun
Engr. Boniface O. Noble Ehirim
Mr. Taiwo C. Padomu
Mr. Olu Oresajo
Dr. Olajide Idowu

REGISTERED CORPORATE OFFICE

5B Cappa Avenue,
Ilupeju, Lagos
01-7732279, 07032418509
Email: bifoba@gmail.com
Websites: www.bifoba.com

AUDITORS

WA Professionals (Wale Adewale & Co)
17 Unity Road
Ikeja,
Lagos State
Email: info@waprofessionals.com
Email: waleadeleke17@gmail.com
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BANKER

Zenith Bank Plc

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011

FINANCIAL HIGHLIGHTS	2011	2010
	₦	₦
Statement of Financial Position		
Net Assets	39,646,148	42,328,938
<hr/>		
Income Statement		
Income	3,021,850	52,107,012
Surplus/ (Deficit)	(2,682,790)	36,061,000

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011**

TRUSTEES' REPORT

1. Financial Statements

The Trustees hereby submit to the members of the association their report, together with the Audited Financial Statements for the year ended 31st December, 2011.

2. Results for the Year

	2011	2010
	₦	₦
Income	<u>3,021,850</u>	<u>52,107,012</u>
Surplus/(Deficit)	<u>(2,682,790)</u>	<u>36,061,000</u>

3. Principal Activities

The Principal Activities of the association during the year were:

- (a). Promote and foster a spirit of cordial relationship, understanding and interaction among the members of the association globally.
- (b). To partner with Lagos State Government to ensure that the highest educational standard is maintained in Birch Freeman High School, Surulere, Lagos State.
- (c). To use the resources available within its disposal to ensure adequate maintenance and improvement of all the infrastructures at Birch Freeman High School Surulere, Lagos.
- (d). To encourage all Old Boys globally to keep alive their moral and financial affection towards their Alma Mater, Birch Freeman High School Surulere, Lagos Nigeria.
- (e). To provide a forum for the open discussion of matters of Public and Educational interest and the preparation of students for life after school and career choices.
- (f). To increase public awareness of the association and the role it is expected to play in promoting ethical conduct amongst members.

4. Board of Trustees

The following persons served as Trustees during the year:

Dr. Olajide Idowu
Mr. Francis Van Lare
Barrister Kingsley Essien
Mr. Feyisola Dinyo

5. Non-Current Assets

Movements in Property, Plant & Equipment during the year are shown in Note 3 on Page 12. In the opinion of the Trustees, the market value of the association's properties is not less than the value shown in the accounts.

6. Donations and Charitable Gifts

The executive on behalf of the association made some donations worth ₦950,000 (Nine Hundred and Fifty Thousand Naira) only, as part of our corporate social responsibilities.

7. The Executives

The following persons served as Executives Members during the year:

Mr. Francis Van Lare - President
Mr. Feyisola Dinyo - Vice President 1 (School)
Bar. Kingsley Essein - Vice President 11 (Government)

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011

8. Board of Trustees and Executive Members' Meetings

In accordance with Section 258(2) of the companies and allied matters Acts CAP 20 LFN 2004, The Board of Trustees met on few occasion during the year in view in line with ethics of corporate governance and best practices.

9. Body of Past Presidents

Engr. Oladipo Olokun
Engr. Boniface O. Noble Ehirim
Mr. Taiwo C. Padomu
Mr. Olu Oresajo
Dr. Olajide Idowu

10. Auditors

The Auditors **Messrs Wale Adeleke & Co. (Chartered Accountants)**, have indicated their willingness to continue in office in accordance with Section 357 (2) of the Companies and Allied Matters Act 1990, and a resolution will be proposed to the Trustees to determine their remuneration.

Mr. **Wale Adeleke, FCA**, a partner in the firm, signed the Independent Auditors Report on its behalf, having complied with the provisions of Financial Reporting Council of Nigeria (FRC/2013/ICAN/00000002950) .

By Order of the Board of Trustees



Secretary to the Board
Dated this day 2nd of September, 2020

WA Professionals.

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Report of the Independent Auditors to the members

We have audited the accompanying financial statements of **Birch Freeman High School Old Boys Associations (BIFOBA)**, which comprise statement of financial position as at 31 December 2011, the statement of comprehensive income, statement of cashflow and a summary of significant accounting policies and other explanatory information.

Responsibility for the Financial Statements

The Trustees are responsible for the preparation of financial statements that give a true and fair view in accordance with International Financial Reporting Standards and in the manner required by the Companies and Allied Matters Act of Nigeria and the Financial Reporting Council of Nigeria Act, 2011, and for such internal control as management determines is necessary to enable the preparation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an independent opinion on these financial statements based on our audit. We conducted our audit in accordance with International Standards on Auditing. Those Standards require that we comply with ethical requirements and plan, and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatements.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatements of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of accounting estimates made by the Trustees, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion

Opinion

In our opinion, the financial statements give a true and fair view of the state of affairs of **Birch Freeman High School Old Boys Associations (BIFOBA)** financial position as at 31 December 2011 and of their financial performance and its cashflow for the year ended in accordance with the Companies and Allied Matters Act, CAP C20 LFN, 2004 and the manner required by the International Financial Reporting Standards in compliance with the Financial Reporting Council of Nigeria Act No. 6 2011.

Report on other legal requirements

The Companies and Allied Matters Act, CAP C20 LFN, 2004 requires that in carrying out our audit we consider and report to you on the following matters.

- I) we have obtained all the information and explanations which to the best of our knowledge and belief were necessary for the purpose of audit.
- II) In our opinion, proper books of accounts have been kept by the Association; and
- III) The Association's statements of financial position and profit or loss accounts are in agreement with the books of accounts.

Adewale Adeleke FCA (FRC/2013/ICAN/00000002950)
Wale Adeleke & Co (WA Professionals)
(Chartered Accountant)
Lagos, Nigeria.
2nd September, 2020.



**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011**

STATEMENT OF ACCOUNTING POLICIES

The following is a summary of the principal accounting policies adopted in the preparation of the accounts of the Association

- a) **Basis of preparation of financial statements**
The financial statements are prepared under the Historical Cost Convention.
- b) **Depreciation of Non-Current Assets**
Depreciation is calculated to write-off the book value of the assets on a straight-line basis over the expected useful life of the assets concerned. The annual rates used for the various classes of assets are;

Class of Assets	%
Office Equipment	10
Furniture & Fittings	20
Motor Vehicles	25
Building	Nil

- c) **Repairs and Renewals**
Repairs and renewals are written off as incurred.
- d) **Investment Income**
This represents earnings net of withholding tax received from investments.
- e) **Investments**
Long term investments are stated at cost on Balance Sheet date while short term investments are stated Cost and / or market value less provision for diminution in values.
- f) **Receivables**
Debtors are stated after deduction of specific provisions for any debt considered doubtful of recovery.
- g) **Taxation**
The Association is a non for profit making organization and is not liable to income tax in line with section 23 (1) of the company Income Tax Act (CITA) Cap C21: LFN 2004 as amended)
- h) **Provisions**
Provision is recognized when the Association has a present obligation whether legal or constructive, as a result of a past event for which it is probable that an outflow of resources embodying economic benefits will be required to settle the obligation and a reliable estimate can be made of the amount of the obligation in accordance with the IAS 37
- i) **Foreign Currencies**
Transactions in foreign currencies are translated into Naira at the rates ruling on the dates of the transactions. Foreign currency balances are converted into Naira at the rates ruling at year end.

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011**

STATEMENT OF FINANCIAL POSITION

	NOTES	2011 R	2010 R
ASSETS EMPLOYED:			
NON-CURRENT ASSETS			
Property, Plant & Equipment	3	3,753,750	5,005,000
CURRENT ASSETS:			
Bank & Cash Balances	4	35,967,398	37,373,938
CURRENT LIABILITIES			
Payables & Accruals	5	(75,000)	(50,000)
Net Current Assets		35,892,398	37,323,938
Total Assets		39,646,148	42,328,938
FINANCED BY:			
Donors' Funds	6	39,646,148	42,328,938
		39,646,148	42,328,938



)
) Trustees
)

Approved by board of Trustees on the 2nd of September, 2020

The statement of significant accounting policies and accompanying notes form an integral part of these financial statements.

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
 FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011**

INCOME STATEMENT	2011 R	2010 R
Income	3,021,850	52,107,012
Operating Expenses	(5,704,640)	(16,046,012)
<hr/>		
Surplus/ (Deficit)	(2,682,790)	36,061,000
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Surplus/ (Deficit)	(2,682,790)	36,061,000

The statement of accounting policies and accompanying notes form an integral part of these financial statements.

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
 FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011

CASH FLOW STATEMENTS	2011 R	2010 R
Inflow	3,021,850	52,107,012
Total Surplus before working capital changes	3,021,850	52,107,012
Cash generated before Outflows	3,021,850	52,107,012
Outflows		
Entertainment & Events	1,200,000	7,540,000
Donations	950,000	2,955,400
General Expenses	2,278,390	5,525,612
Fixed Assets purchased	-	5,005,000
Total Outflow	4,428,390	21,026,012
Net cashflow after financing activities	(1,406,540)	31,081,000
Cash & Cash Equivalent at 1st of January	37,373,938	6,292,938
Cash & Cash Equivalent at 31st of January	35,967,398	37,373,938
Cash & Bank Balance	35,967,398	37,373,938

The statement of accounting policies and accompanying notes form an integral part of these financial statements.

**BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011**

NOTES TO THE ACCOUNTS

1 CORPORATE STRUCTURE & BUSINESS:

The Association was registered as a incorporated trustees to;

- (a). Promote and foster a spirit of cordial relationship, understanding and interaction among the members of the association globally.
- (b). To partner with Lagos State Government to ensure that the highest educational standard is maintained in Birch Freeman High School, Surulere, Lagos State.
- (c). To use the resources available within its disposal to ensure adequate maintenance and improvement of all the infrastructures at Birch Freeman High School Surulere, Lagos.
- (d). To encourage all Old Boys globally to keep alive their moral and financial affection towards their Alma Mater, Birch Freeman High School Surulere, Lagos Nigeria.
- (e). To provide a forum for the open discussion of matters of Public and Educational interest and the preparation of students for life after school and career choices.
- (f). To increase public awareness of the association and the role it is expected to play in promoting ethical conduct amongst members.

2 SURPLUS FOR THE YEAR

Surplus on ordinary activities before taxation is stated after charging:

Depreciation	1,251,250	-
Auditors Remuneration	25,000	25,000
Trustees Allowance	-	-

3 NON- CURRENT ASSETS

Property, Plant & Equipment consist of the following:

	Motor Vehicle ₦	Furniture & Fittings ₦	Total ₦
COST:			
1st Jan.2011			
Additions	5,005,000.00	-	5,005,000
31st Dec.2011	5,005,000	-	5,005,000
DEPRECIATION:			
1st Jan.2011			
Charged for the year	1,251,250	-	1,251,250
31st Dec.2011	1,251,250	-	1,251,250
NET BOOK VALUE			
31st Dec.2011	3,753,750	-	3,753,750
31st Dec.2010	5,005,000	-	5,005,000

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
FINANCIAL STATEMENTS AS AT 31ST DECEMBER, 2011

	2011 ₦	2010 ₦
4 BANK & CASH		
Operation Account	2,685,398	4,091,938
Auditorium Project Account	33,282,000	33,282,000
	<u>35,967,398</u>	<u>37,373,938</u>
5 PAYABLES & ACCRUALS		
Payables	-	-
Accruals - Professional fee	75,000	(50,000)
	<u>75,000</u>	<u>(50,000)</u>
6 FINANCED BY:		
Donor's Fund Opening balance	42,328,938	6,267,938
Donor finds surplus /(Deficit) during the year	(2,682,790)	36,061,000
	<u>39,646,148</u>	<u>42,328,938</u>
7 INCOME		
Donors Funds	<u>3,021,850</u>	<u>52,107,012</u>

Income represents Subscription, Donations and grants from members and Corporate Organizations

8 ADMINISTRATIVE EXPENSE

	2011 ₦	2010 ₦
Entertainment & Events	1,200,000	7,540,000
Advert & Publicity	2,002,166	387,900
Printing & Stationeries	-	1,209,550
Donations	950,000	2,955,400
Bank Charges	26,474	122,912
Hotel & Accommodation	-	405,000
Transport & Travel	-	1,057,239
Insurance	249,750	249,750
Other Expense	-	2,093,261.00
Audit Fees	25,000	25,000
Depreciation	1,251,250	-
	<u>5,704,640</u>	<u>16,046,012</u>

BIRCH FREEMAN HIGH SCHOOL OLD BOYS ASSOCIATION (BIFOBA)
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STATEMENT OF VALUE ADDED	2011 ₦	%	2010 ₦	%
Income	3,021,850		52,107,012	
Bought in materials and services	(4,426,916)		-	
Value added	(1,405,066)	100	36,183,912	100
Applied as follows :				
To pay Trustees's Salaries, wages and allowances	-	0	-	-
To pay net interest on borrowings and deposits	26,474	-2	122,912	0
To pay dividends to the shareholders	-		-	
To provide for maintenance of asset	1,251,250	(89)	-	-
Retained for Association's growth.	(2,682,790)	191	36,061,000	100
	(1,405,066)	100	36,183,912	100

NOTE :

Value added is the wealth created by the efforts of the Association and its Trustees. This statement shows the allocation of the wealth between members, trustee & government for creation of more wealth.